

**WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2003**

	August-03				July-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	FYTD	FY03	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2003	6/30/2003
											Net	Net
LARGE CAP DOMESTIC EQUITY												
Structured Growth												
Los Angeles Capital	19,036,029	1.9%	1.8%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	18	0.0%	0.0%	N/A	18,459,947	1.9%	1.8%	3.53%	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	19,036,046	1.9%	1.8%	3.11%	18,459,947	1.9%	1.8%	3.53%	6.74%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				2.49%				2.49%	5.04%	2.94%	-21.54%	-5.03%
Structured Value												
LSV	18,018,294	1.8%	1.8%	3.26%	17,462,298	1.8%	1.8%	1.53%	4.85%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.56%				1.49%	3.07%	-1.02%	-0.19%	1.05%
S&P 500 Index												
State Street	85,728,665	8.7%	8.4%	1.95%	84,096,545	8.6%	8.4%	1.77%	3.75%	0.23%	-11.28%	-1.69%
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	122,783,006	12.5%	12.0%	2.32%	138,478,736	14.1%	12.0%	2.00%	4.36%	-0.48%	-9.33%	-1.90%
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY												
Manager-of-Managers												
SEI	66,645,023	6.8%	6.0%	4.83%	63,426,988	6.5%	6.0%	6.11%	11.24%	0.09%	N/A	N/A
Russell 2000 + 200bp				4.75%				6.43%	11.48%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	66,645,023	6.8%	6.0%	4.83%	63,426,988	6.5%	6.0%	6.11%	11.24%	0.09%	-3.49%	1.64%
Russell 2000				4.58%				6.26%	11.13%	-1.63%	-3.30%	0.97%
CONVERTIBLES												
TCW	116,413,820	11.9%	12.0%	0.67%	115,382,834	11.8%	12.0%	1.23%	1.90%	10.23%	-9.51%	3.90%
First Boston Convertible Index				1.64%				0.45%	2.10%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY												
Large Cap - Active												
Capital Guardian	68,345,964	7.0%	6.4%	3.43%	65,967,953	6.7%	6.4%	4.79%	8.39%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				2.77%				3.28%	6.14%	-11.24%	-15.51%	-5.33%
Small Cap - Value												
Lazard	8,395,974	0.9%	0.8%	3.10%	8,135,829	0.8%	0.8%	1.00%	4.13%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				6.30%				3.20%	9.70%	N/A	N/A	N/A
Small Cap - Growth												
Vanguard	8,161,074	0.8%	0.8%	4.08%	7,833,006	0.8%	0.8%	4.78%	9.06%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				6.30%				3.20%	9.70%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	84,903,011	8.7%	8.0%	3.46%	81,936,789	8.4%	8.0%	4.40%	8.01%	-9.20%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				2.77%				3.28%	6.14%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME												
Core Bond												
Western Asset	273,729,285	27.9%	29.5%	1.41%	270,744,674	27.6%	29.5%	-4.77%	-3.42%	12.77%	11.23%	8.12%
Lehman Aggregate				0.66%				-3.36%	-2.72%	10.39%	10.07%	7.54%
Index												
Bank of ND	150,899,386	15.4%	16.4%	0.60%	150,261,078	15.3%	16.4%	-4.02%	-3.45%	13.26%	10.87%	7.78%
Bank of ND CD'S	12,581,804	1.3%	1.3%	0.30%	12,544,667	1.3%	1.3%	0.30%	0.59%	3.54%	4.85%	5.09%
Total Index	163,481,190	16.7%	17.7%	0.57%	162,805,745	16.6%	17.7%	-3.71%	-3.16%	12.66%	10.35%	7.51%
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	7.83%
BBB Average Quality												
Strong	118,319,553	12.1%	11.8%	0.99%	116,962,859	11.9%	11.8%	-4.61%	-3.67%	17.91%	N/A	N/A
Lehman US Credit BAA				0.98%				-4.49%	-3.55%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	555,530,028	56.7%	59.0%	1.08%	550,513,278	56.1%	59.0%	-4.42%	-3.40%	13.76%	11.00%	7.93%
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	7.83%
CASH EQUIVALENTS												
Bank of ND	33,657,427	3.4%	3.0%	0.10%	30,868,268	3.1%	3.0%	0.09%	0.19%	1.57%	3.26%	4.15%
90 Day T-Bill				0.08%				0.07%	0.15%	1.52%	3.33%	4.08%
TOTAL WORKFORCE SAFETY & INS	979,932,315	100.0%	100.0%	1.61%	980,606,893	100.0%	100.0%	-1.49%	0.10%	8.96%	2.79%	5.54%
POLICY TARGET BENCHMARK				1.27%				-1.62%	-0.37%	8.88%	3.42%	5.41%

NOTE: Monthly returns and market values are preliminary and subject to change.